

JON M. HUNTSMAN JR Governor MICHAEL R. STYLER Executive Director JOHN R. BAZA Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

NEPHI SANDSTONE CORP 1250 N 200 W PO BOX 137 NEPHI UT 84648

· · · · · · · · · · · · · · · · · · ·	ATTENTION: BRUCE EVANS				
ANNUAL PERMIT FEE	Annual Permit Fees for July 2009 thru June 2010				
SITE NAME	PERMIT ID	ACRES	BILLING DATE		
CEDAR SPRINGS	M230059	6	06/21/2010		
PERMIT TYPE	PERMIT STATUS				
LARGE MINING OPERATION < 50 ACRES	INACTIVE		ANNUAL FEE		
	-		\$1,000		
	D	UE DATE	AMOUNT DUE		
07/29/2010		29/2010	\$1,000		

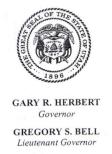
Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED NEPHI SANDSTONE CORP			1	PROJECT NAME	PERMIT ID		
				CEDAR SPRINGS		M230059	
DUE DATE ANNUAL FEE AMOUNT DUE			FEE ENCLOSED	FEE NOT ENCLOSED*			
07/29/2010 \$1,000 \$1,000				Approval to mine or conduct exploration is automatically withdrawn if annual			

DIVISION OF OIL GAS AND MINING 1594 WEST NORTH TEMPLE SUITE 1210 PO BOX 145801 SALT LAKE CITY UT 84114-5801 If reclamation is complete, please submit form MR-SITE to request either a full or partial release. The permit fee is not required if the entire site has been regraded and seeded; The Division will verify the reclamation work. Forms and other permit-related information are available on the Web at http://ogm.utah.gov/minerals or you can call (801) 538-5291 for more information.

Please make check payable to:
Division of Oil, Gas and Mining



State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 22, 2010

Subject: Past Due Permit Fees

Dear Operator:

Enclosed with this letter is a statement for permit fees. These annual fees were authorized by the Utah State Legislature and are required for continued authorization to conduct mining or exploration operations.

The enclosed statement shows the amount due for 2010-2011 and for past years. Until the fees have been paid, your approval to conduct mining operations is suspended. All past due fees as well as the current fee must be remitted by July 29, 2010. Continued non-payment beyond this date may result in withdrawal of your Notice of Intention (subject to appeal to the Board of Oil, Gas and Mining) and a requirement to reclaim immediately.

If you feel the amount shown in the statement as past due is incorrect, please contact me at 801-538-5261. If you call, it would be helpful if you could provide the date the fee was paid, the check number, and the amount of the check.

We look forward to continuing to work with you. Thank you for your cooperation.

Sincerely,

Paul B. Baker

Minerals Program Manager

PRB PR

PBB:vs O:\General Correspondence\ltr-fees-2010.doc

